



Steady Growth

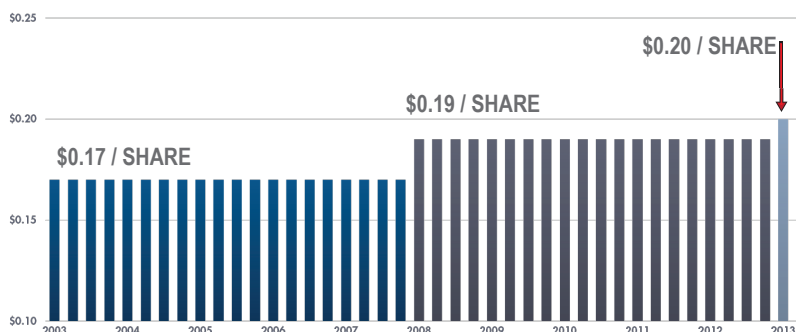
Reliable and Growing Dividends

VERMILION = INCOME + STEADY, FUNDED GROWTH WITH INTERNATIONAL DIVERSITY AND GLOBAL COMMODITY EXPOSURE

Vermilion's Key Attributes

- International oil-levered producer in Canada, Western Europe and Australia with leading businesses in each jurisdiction
- Project diversification, global commodity exposure and high margins reduce risk
- Well-defined production and cash flow growth potential
- Reliable and growing dividend
- Fully-funded balance sheet
- Additional growth potential in both conventional and resource plays
- Disciplined, shareholder-oriented management with record of consistent value creation

Reliable and Growing Dividends



EXPECTED GROWTH IN FUNDS FLOW HAS POTENTIAL TO SUPPORT FUTURE DIVIDEND GROWTH

Market Summary

Trading price / ticker symbol (TSX)	\$52.90 / VET (1)
Shares outstanding	99.2 million
Monthly dividend	\$0.20 / share
Dividend yield	4.5%
Management ownership	~8%

Capital Structure

Market capitalization	\$5.2 billion
Enterprise value	\$5.8 billion
\$950 MM revolving credit facility (3-year term) - drawn amount	\$420 million (2)
6.5% senior unsecured notes (due February 2016)	\$222 million
Net debt (including net working capital)	\$677 million (2)
Debt to cash flow	1.2 x (3)

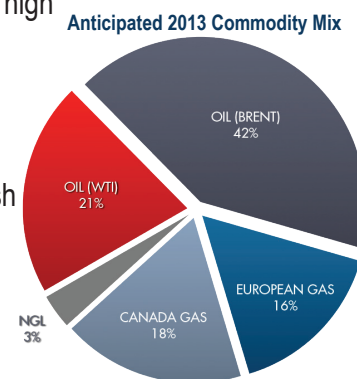
(1) Price shown as of close on March 7, 2013 on TSX

(2) Amount drawn or outstanding at December 31, 2012

(3) Net debt to annual fund flows from operations at December 31, 2012

Global Commodity Exposure

- >80% levered to oil and high netback European gas
- Moderates impact of regional price fluctuations
- Improves stability of cash flow
- High margins and diversification of revenues support lower risk dividend
- Well-suited to dividend growth / growth and income model



VERMILION OFFERS COMMODITY PRICE DIVERSIFICATION



Vermilion's International Advantage

- Focused in three core areas (Western Canada, Europe, Australia) with stable, well developed fiscal and regulatory regimes
- Global commodity exposure provides premium pricing, while commodity diversification dampens volatility & increases dividend stability
- Project diversification allows for flexible capital allocation and optimization of return on capital
- Greater variety of business development opportunities due to global reach
- Generally less competitive M&A market outside of North America increases exposure to high-return acquisition opportunities

Core Operating Regions

CANADA

CANADIAN INVENTORY EXPECTED TO DRIVE NEAR AND MEDIUM TERM GROWTH

- Cardium light oil drilling and development
- Significant liquids-rich gas inventory
- Growing exposure to emerging resource plays
- Fully tax-sheltered for foreseeable future

FRANCE

VERMILION IS THE #1 OIL PRODUCER IN FRANCE

- Entered France in 1997
- Assets characterized by large OOIP conventional fields with high working interest
- Workover, infill drilling and secondary recovery opportunities
- Stable Brent production base
- Historically strong free cash flow generator
- Potential resource play development

NETHERLANDS

WORLD CLASS CONVENTIONAL NATURAL GAS BASIN

- Entered Netherlands in 2004
- High impact natural gas drilling and development
- Royalty free natural gas
- Expect 2013 gas price to be ~\$10/mcf

IRELAND

CORRIB WILL DELIVER 60%-65% OF IRELAND'S GAS NEEDS AT PEAK PRODUCTION

- Offshore natural gas field 83 km NW of Ireland (350m water depth) (18.5% working interest acquired 2009)
- Well total depth ~3,000 m below sea level
- Expected production of 55 mmcf/d (9,000 boe/d) net to Vermilion in late 2014 or early 2015 with peak production in mid-2015 (company estimates)

AUSTRALIA

STABLE ASSET DELIVERING BRENT CRUDE PRODUCTION AND STRONG FREE CASH FLOW

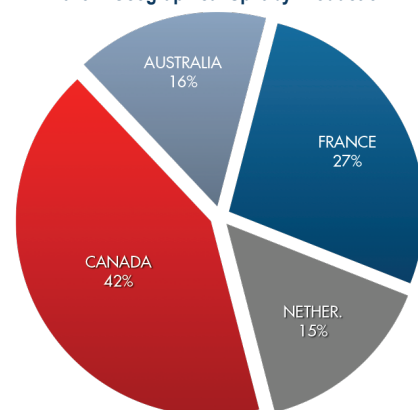
- Offshore oil field ~80 km NW of Australia (55 m water depth)
- Horizontal well development with 21 producing well bores
- Wells 600 m below sea bed with 500 to 1,000+ m horizontal lengths
- Oil production sold directly from platform and receives a premium to Dated Brent index



INTERNATIONAL NEW GROWTH FOCUSED ON ESTABLISHING EARLY ENTRY POSITIONS IN EMERGING RESOURCES PLAYS

- Pursuing multiple low-cost, early entry opportunities via direct permit grants
- Targeting modest capital commitments with low up-front cash costs
- Initiative limited to jurisdictions with political, fiscal and regulatory stability
- Recently granted an exploration authorization in Morocco
- Working on opportunities in other jurisdictions

2013 E Geographical Split by Production



Performance Highlights

	2008	2009	2010	2011	Q42012
Production (boe/d)	32,741	31,395	32,132	35,202	37,803
Fund flows from operations (1)	\$7.49	\$3.98	\$4.12	\$5.22	\$5.69
Monthly dividends (1)	\$0.19	\$0.19	\$0.19	\$0.19	\$0.19
Dividends as % of fund flows	28%	52%	41%	44%	40%

(1) \$/share

Relative Market Performance

	1 Year	3 Year	5 Year	10 Year	15 Year	Since Inception
S&P TSX Total Return Index	7.2%	4.8%	0.8%	-	-	-
S&P TSX Composite Index	4.0%	1.9%	-2.1%	6.5%	4.2%	5.8%
S&P 500 Composite Index	13.4%	8.5%	-0.6%	4.9%	2.6%	6.3%
S&P 500 Energy Index	2.3%	7.4%	-2.4%	11.3%	7.2%	9.1%
MSCI World Index	13.2%	4.6%	-3.4%	5.4%	2.4%	4.2%
Vermilion Energy Total Return	19.6%	22.0%	13.1%	20.7%	15.7%	36.8%

VERMILION HAS CONSISTENTLY OUTPERFORMED RELEVANT INDICES

Compounded annual growth rate to December 31, 2012

To view Vermilion's latest Investor Presentation visit <http://www.vermilionenergy.com/ir/eventspresentations.cfm>